BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2014-89-E - ORDER NO. 2014-481

JUNE 10, 2014

| IN RE: | Application of Duke Energy Progress, Inc. |) | ORDER APPROVING |
|--------|---|---|-----------------|
| | for Approval of Costs and Incentives for |) | DSM/EE COST |
| | Demand-Side Management and Energy |) | RECOVERY RIDER |
| | Efficiency Programs, Rider DSM/EE-6 |) | |

This matter comes before the Public Service Commission of South Carolina ("Commission") on a Petition by Duke Energy Progress, Inc. ("DEP") for a Demand Side Management ("DSM") and Energy Efficiency ("EE") Rider seeking to recover actual and estimated DSM/EE costs incurred from April 1, 2013, through March 31, 2014. DEP has requested the recovery of \$58,277,880 in unamortized costs through the proposed rider, resulting in a rate of 0.552 cents/kWh for residential customers and 0.550 cents/kWh for general service customers. DEP requests that these rates become effective for bills rendered on or after the first billing cycle of July 2014. The requested decrease in the residential DSM/EE Rate Rider will result in an approximate \$0.08 per month bill decrease for a residential customer using 1,000 kWh per month.

The Office of Regulatory Staff ("ORS") has reviewed this matter and made an adjustment to DEP's filing that did not change the Rate Rider. Additionally, ORS's analysis of the Petition shows the updated DSM/EE Rate Rider is based on reasonable estimates of participation in the Company's DSM and EE programs. Furthermore,

recommendations from the Southern Alliance for Clean Energy and the South Carolina

Coastal Conservation League were filed. We find that the updated DSM/EE Rate Rider

was developed in accordance with the terms and conditions set forth by this Commission.

IT IS THEREFORE ORDERED:

The requested changes in the DSM/EE Rate Rider are approved to become

effective for bills rendered on or after the first billing cycle of July 2014. DEP shall

review and evaluate comments and recommendations provided by the Southern Alliance

for Clean Energy and the South Carolina Coastal Conservation League as the next

program year unfolds. The Company shall e-file appropriate tariffs reflecting the

changes within ten (10) days of receipt of this Order.

This Order shall remain in full force and effect until further order of the

Commission.

BY ORDER OF THE COMMISSION:

G. O'Neal Hamilton, Chairman

ATTEST:

Nikiya Hail, Vice Chairman

(SEAL)